Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20054

In the Matter of)	
Numbering Resource Optimization)	CC Docket No. 99-200
Connecticut Department of Public Utility Control Petition for Rulemaking to Amend the Commission's Rule Prohibiting Technology-Specific or Service Specific Area Code Overlays))) -)	RM No. 9258
Massachusetts Department of Telecommunications and Energy Petition For Waiver to Implement a Technology- Specific Overlay in the 508, 617, 781, and 978 Area Codes))))	NSD File No. L-99-17
California Public Utilities Commission and the People of the State of California Petition for Waiver to Implement a Technology-Specific or Service-Specific Area-Code))))	NSD File No. L-99-36

REPLY

The National Exchange Carrier Association, Inc. (NECA) submits this Reply to comments in response to the Federal Communications Commission's (FCC or Commission)

Notice of Proposed Rulemaking.¹

The Commission seeks comment on cost recovery issues related to thousands-block number pooling (NP), a mechanism that is dependent on local number portability (LNP)

¹ Numbering Resource Optimization, Connecticut Department of Public Utility Control Petition for Rulemaking to Amend the Commission's Rule Prohibiting Technology-Specific or Service-Specific Area Code Overlays, Massachusetts Department of Telecommunications and Energy Petition For Waiver to Implement a Technology-Specific Overlay in the 508, 617, 781, and 978 Area Codes, California Public Utilities Commission and the People of the State of California Petition for Waiver to Implement a Technology-Specific or Service-Specific Area-Code, CC Docket No. 99-200, RM No. 9258, NSD File No. L-99-17, and NSD File No. L-99-36, *Notice of Proposed Rulemaking*, FCC 99-122 (June 2, 1999) (*Notice of Proposed Rulemaking* or *NPRM*).

architecture.² Comments submitted by the United States Telephone Association (USTA), the National Telephone Cooperative Association (NTCA), and the Organization for the Promotion and Advancement of Small Telecommunications Companies (OPASTCO) urge the Commission to adopt a mechanism that provides cost recovery methods for all carriers that incur NP costs.³ NECA supports the Commission's recommendation that all carrier-specific costs directly related to NP be recovered through existing interstate cost recovery mechanisms.⁴ As NECA explains, such a mechanism would allow rate-of-return carriers to assign these costs to the interstate jurisdiction, and recover them through interstate access charges.⁵

AT&T, MCI and Qwest argue that incumbent local exchange carriers (ILECs) should not be allowed to recover NP costs through interstate access rates.⁶ AT&T believes recovery through access charges will force interexchange carriers to pay twice.⁷ MCI asserts that such recovery would be inappropriate and unlawful,⁸ while Qwest argues that such recovery would not be "competitively neutral." Recovery via interstate access charges is completely consistent with

² As NECA explained in its comments, the Commission proposes that shared industry costs, such as North American Numbering Plan (NANP) administrative costs and enhancements to the existing number portability databases, be allocated among all telecommunications carriers in proportion to each carrier's intrastate, interstate, and international end-user telecommunications revenues. Carriers would treat their respective portions of shared industry costs as carrier-specific costs of NP. The Commission also proposes that all carrier-specific costs directly related to NP be recovered through the existing cost recovery mechanisms of rate-of-return (ROR) or price-cap regulation adjustments. Such a mechanism would allow ROR carriers to assign these costs to the interstate jurisdiction, and recover them through interstate access charges. See NECA Comments at 2 and NPRM at ¶ 197, ¶ 201, and ¶ 203.

³ See USTA Comments at 11, NTCA Comments at 5, and OPASTCO Comments at 6.

⁴ See NECA Comments at 2.

⁵ *Id*.

⁶ See AT&T Comments at 57-58, MCI Worldcom (MCI) Comments at 55-56 and Qwest Comments at 12.

⁷ See AT&T Comments at 57.

⁸ See MCI Comments at 56.

⁹ See Qwest Comments at 12.

the Commission's finding that such costs are wholly interstate.¹⁰ Since end-user customers of non-LNP capable carriers do not receive the benefits of NP, recovery through end-user charges is not an acceptable alternative.¹¹ Additionally, since the majority of non-NP providing ILECs are small, rural carriers, who are experiencing little, if any competition, there is little chance that a NP interstate access charge cost recovery mechanism would unfairly burden the competitive position of interexchange carriers or other classes of customers.

In the event the Commission decides to pursue a NP mechanism, it must ensure that all carriers, including non-NP capable ILECs, can recover their NP related costs.¹² As NECA advocated in its comments, the Commission should adopt its proposal to allow carriers to recover their ongoing NP costs through existing cost recovery mechanisms.

Respectfully submitted,

August 30, 1999

NATIONAL EXCHANGE CARRIER ASSOCIATION, Inc.

Έν:

Richard A. Åskoff Regina McNeil Its Attorneys

100 South Jefferson Road Whippany, NJ 07981

(973) 884-8000

¹⁰ See for example NPRM at ¶ 193 ("Because we conclude that . . . number pooling is a numbering administration function, we tentatively conclude that section 251(e)(2) authorizes the Commission to provide the distribution and recovery mechanism for both intrastate and interstate costs of number pooling.") and ¶ 194 ("We tentatively conclude that an exclusively federal recovery mechanism for number pooling will enable the Commission to satisfy most directly its competitively neutral mandate. . .")

¹¹ See NPRM at ¶ 204. See also Telephone Number Portability, CC Docket No. 95-116, Third Report and Order, 13 FCC Rcd 11701 (1998) at ¶ 142.

¹² Additionally, the Commission should immediately address the need for an LNP recovery mechanism for non-LNP capable ILECs, which is the subject of a pending *Petition for Expedited Interim Waiver*, CC Docket No. 995-116 (Mar. 19, 1999) filed by NTCA, OPASTCO, National Rural Telecom Association, NECA and USTA.

CERTIFICATE OF SERVICE

I hereby certify that copy of the Comments was served this 30th day of August 1999, by electronic filing, hand delivery or first class mail, to the persons listed below.

By: // Rocky Marcelle

The following parties were served:

Magalie Roman Salas
Office of the Secretary
Federal Communications Commission
445 12th Street, S.W.
TW-B204F
Washington, DC 20554

International Transcription Services (ITS) 1231 20th Street, N.W. Washington, DC 20036

Chairman William E. Kennard Federal Communications Commission 445 12th Street, S.W. Room 8-B201 Washington, D.C. 20554

Commissioner Michael Powell Federal Communications Commission 445 12th Street, S.W. Room 8-A204 Washington, D.C. 20554

Commissioner Harold W. Furchtgott-Roth Federal Communications Commission 445 12th Street, S.W. Room 8-A302 Washington, D.C. 20554

Commissioner Gloria Tristani Federal Communications Commission 445 12th Street, S.W. Room 8-C302 Washington, D.C. 20554 Commissioner Susan Ness Federal Communications Commission 445 12th Street, S.W. Room 8-B115 Washington, D.C. 20554

Ms Judy Boley Federal Communications Commission 445 12th Street, S.W. Room CY-B400 Washington, D.C. 20554

Alvin McCloud Common Carrier Bureau Network Service Division Federal Communications Commission 445 12th Street, S.W. Room 6-A423 Washington, D.C. 20554

Donald W. Downes, Chairman Connecticut Department of Public Utility Control Ten Franklin Square New Britain, CT 06051

Janet Gail Besser, Chair Mass. Dept. of Telecommunications & Energy One South Station, 2nd Floor Boston, MA 02110

Richard A. Bilas, President Peter Arth, Jr. California Public Utilities Commission And the People of the State of California California State Building 505 Van Ness Avenue San Francisco, CA 94102-3298 L. Marie Guillory
Jill Canfield
R. Scott Reiter
NTCA
2626 Pennsylvania Ave, NW
Washington, D.C. 20037

Kathleen Kaercher Stuart Polikoff OPASTCO 21 Dupont Circle, NW – Suite 700 Washington, D.C. 20036

David Cohen
Lawrence E. Sarjeant
Keith Townsend
Linda Kent
John W. Hunter
USTA
1401 H Street, NW – Suite 600
Washington, D.C. 20005

Margot Smiley Humphrey Koteen & Naftalin, LLP 1150 Connecticut Ave., NW Suite 1000 Washington, D.C. 20036 Attorney for NRTA

Mary L. Brown
Henry G. Hultquist
MCI/WorldCom
1801 Pennsylvania Avenue, N.W.
Washington, D.C. 20006

Mark C. Rosenblum Roy E. Hoffinger James H. Brolin, Jr. AT&T Corp. Room 3245H1 295 North Maple Avenue Basking Ridge, NJ 07920

Alfred G. Richter, Jr.
Roger K. Toppins
John S. Di Bene
SBC Communications Inc.
One Bell Plaza, Room 3022
Dallas, TX 75202

Kathryn M. Krause Dan L. Poole, Of Counsel US West Communications, Inc. Suite 700 1020 19th Street, N.W. Washington, D.C. 20036

M. Robert Sutherland Theodore R. Kingsley Attorneys for BellSouth Corporation Suite 1700 1155 Peachtree Street, N.E. Atlanta, GA 30309-3610

Andre J. Lachance Attorney for GTE Service Corporation 1850 M Street, N.W., Suite 1200 Washington, D.C. 20036

John F. Raposa GTE Service Corporation 600 Hidden Ridge, HQE03J27 P.O. Box 152092 Irving, TX 75015-2092

Delia Reid Saba Christopher J. Wilson Attorneys for Cincinnati Bell 201 E. Fourth Street Cincinnati, OH 45202

Larry A. Peck Counsel for Ameritech Room 4H86 2000 West Ameritech Center Drive Hoffman Estates, IL 60196-1025

Jonathan Chambers Sprint Spectrum, L.P. 1801 K Street, N.W., Suite M112 Washington, D.C. 20006

Jay Keithley Sprint Corporation 1850 M Street, N.W., Suite 1100 Washington, D.C. 20036-5807 Joseph Assenzo Sprint PCS 4900 Main, 12th Floor Kansas City, MO 64112

Ronald R. Conners Director North American Numbering Plan Administrator 1133 15th Street, N.W., 12th Floor Washington, D.C. 20005

James Bradford Ramsay Assistant General Counsel NARUC P.O. Box 684 Washington, D.C. 20044-0684

Theresa Fenelon Falk Pillsbury Madison & Sutro, LLP 1100 New York Avenue, N.W. Ninth Floor, East Tower Washington, D.C. 20005 Attorney for Saco River Telco.

John M. Goodman Michael E. Glover, Of Counsel Bell Atlantic 1300 I Street, N.W. Suite 400 West Washington, D.C. 20005

Lawrence G. Malone General Counsel Public Service Commission of the State of New York Three Empire State Plaza Albany, NY 12223-1350

Robert H. Bennink, Jr. Erin K. Duffy North Carolina Utilities Commission 430 N. Salisbury Street Raleigh, NC 27603 John J. Farmer, Jr.
Attorney General of New Jersey
Division of Law
124 Halsey Street – 5th Floor
P.O. Box 45029
Newark, NJ 07101
Attorney for NJ Board of Public Utilities

Jodi J. Bair Robert A. Abrams Assistant Attorneys General Public Utilities Section 180 E. Broad St., 7th Floor Columbus, OH 43215

Raymond L Gifford, Chairman Colorado Public Utilities Commission 1580 Logan Street Denver, CO 80203

William Irby Virginia State Corporation Commission Division of Communications P.O. Box 1197 Richmond, VA 23218

Cynthia B. Miller Senior Attorney Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

David E. Screven Assistant Counsel Commonwealth of Pennsylvania Pennsylvania Public Utility Commission P.O. Box 3265 Harrisburg, PA 17105-3265

Trina M. Bragdon Maine Public Utilities Commission 242 State Street State House Station #18 Augusta, ME 04333-0018 Ave M. Bie, Chairperson PSC of Wisconsin 610 North Whitney Way P.O. Box 7854 Madison, WI 53707-7854

Marc D. Poston William K. Haas Dan Joyce General Counsel Missouri PSC Room 530, 301 West High Street Jefferson City, MO 65101

Alberto Levy, Ph.D.
Melissa Caro
Texas Office of Public Utility Counsel
1701 N. Congress, Suite 9-180
P.O. Box 12397
Austin, TX 78711-2397

Richard L. Jones INENA Vice President c/o Loves Park 9-1-1 540 Loves Park Drive Loves Park, IL 61111

John T. Nakahata Coalition for Affordable Local & Long Distance Services Harris, Wiltshire & Grannis LLP 1200 Eighteenth Street, NW Washington, D.C. 20036

Emily M. Williams ALTS 888 17th Street, N.W., Suite 900 Washington, D.C. 20006

Elizabeth G. Kistner ALTS 3 Spoede Ridge St. Louis, MO 63141 Russell M. Blau Michael R. Romano Jeanne W. Stockman Attorneys for RCN Telecom Services, Inc. Swidler Berlin Shereff Friedman, LLP 3000 K Street, N.W., Suite 300 Washington, D.C. 20007

Teresa K. Gaugler Jane Kunka Qwest Communications Corporation 4250 North Fairfax Drive Arlington, VA 22203

Dana Frix Counsel for Choice One & GST Swidler Berlin Shereff Friedman, LLP 3000 K Street, N.W., Suite 300 Washington, D.C. 20007

Susan M. Eid Tina S. Pyle Richard A. Karre MediaOne Group, Inc. 1919 Pennsylvania Avenue, N.W. Suite 610 Washington, D.C. 20006

James R. Hobson Attorney for NENA Donelan, Cleary, Wood & Master, P.C. 1100 New York Avenue, N.W., #750 Washington, D.C 20005-3934

W. Mark Adams Executive Director, NENA 491 Cheshire Road Sunbury, OH 43074

Larry A. Blosser Kemal Hawa Attorneys for Connect Comm. Corp. Swidler Berlin Shereff Friedman, LLP 3000 K Street, N.W., Suite 300 Washington, D.C. 20007 Robert G. Berger Russell C. Merbeth Daniel F. Gonos WinStar Communications, Inc. 1146 19th Street, N.W. Washington, D.C. 20036

Dave A. Miller VoiceStream Wireless Corporation 3650 131st Avenue, S.E., Suite 400 Bellevue, WA 98006

Jonathan E. Canis Enrico C. Soriano Attorneys for VoiceStream Kelley Drye & Warren LLP 1200 19th Street, N.W., Fifth Floor Washington, D.C. 20036

David Ellen Cablevision Lightpath, Inc. 1111 Stewart Avenue Bethpage, NY 11714-3581

Cherie R. Kiser
Gil M. Strobel
Carlos A. Gutierrez
Attorneys for Cablevision Lightpath, Inc.
Mintz Levin Cohn Ferris Glovsky & Popeo
701 Pennsylvania Avenue, N.W.
Suite 900
Washington, D.C. 20004-2608

James S. Blaszak Attorney for the Ad Hoc Telecommunications Users Committee 2001 L Street, N.W. Suite 900 Washington, D.C. 20036

R. Gerard Salemme
Daniel Gonzalez
Jason Williams
NEXTLINK Communications, Inc.
1730 Rhode Island Avenue N.W.
Suite 1000
Washington, D.C. 20036

Daniel M Waggoner Robert Tanner Jane Whang Attorneys for NEXTLINK Davis Wright Tremaine LLP 1155 Connecticut Avenue Suite 700 Washington, D.C. 20036

Dr. H. Gilbert Miller
Mitretek Systems, Inc.
Center for Telecommunications &
Advanced Technology
7525 Colshire Drive
McLean, VA 22102

Mary McDermott Robert L. Hoggarth Harold Salters Personal Communications Industry Assoc. 500 Montgomery Street, Suite 700 Alexandria, VA 22314-1561

Edward A. Yorkgitis, Jr. Attorney for Liberty Telecom LLC Kelly Drye & Warren LLP 1200 19th Street, Suite 500 Washington, D.C. 20036

Judith St. Ledger-Roty
Todd D. Daubert
Attorneys for PageNet, Inc.
Kelley Drye & Warren, LLP
1200 19th Street, N.W., Suite 500
Washington, D.C. 20036

Benjamin H. Dickens, Jr.
Michael B. Adams, Jr.
Attorneys for Omnipoint Comm., Inc.
Blooston, Mordkofsky, Jackson & Dickens
2120 L Street, N.W.
Washington, D.C. 20037

Michael F. Altschul Randall S. Coleman Lolita D. Smith Cellular Telecommunications Industry Association 1250 Connecticut Avenue, N.W. Suite 800 Washington, D.C. 20036

William L. Roughton, Jr.
PrimeCo Personal Communications, L.P.
601 13th Street, N.W.
Suite 320 South
Washington, D.C. 20005

Pamela J. Riley
David A. Gross
AirTouch Communications, Inc.
1818 N Street, N.W., Suite 800
Washington, D.C. 20036

Werner K. Hartenberger J.G. Harrington Attorneys for Cox Communications, Inc. Dow, Lohnes & Albertson, PLLC 1200 New Hampshire Avenue, N.W. Suite 800 Washington, D.C. 20036

Carl K. Oshiro Attorney for Small Business Alliance for Fair Utility Regulation 100 First Street, Suite 2540 San Francisco, CA 94105

Brian Conboy
Thomas Jones
David Don
Attorneys for Time Warner Telecom
Holdings, Inc.
Willkie Farr & Gallagher
Three Lafayette Centre
1155 21st Street, N.W.
Washington, D.C. 20036

Karlyn D. Stanley Attorney for Centennial Cellular Corp. Cole Raywid & Braverman, LLP 1919 Pennsylvania Avenue, N.W. Suite 200 Washington, D.C. 20006

Mark J. Burzych Attorney for Thumb Cellular Foster Swift Collins & Smith, PC 313 South Washington Square Lansing, MI 48933-2193

Susan W. Smith CenturyTel Wireless, Inc. 3505 Summerhill Road No. 4 Summer Place Texarkana, TX 75501

Kenneth E. Hardman Attorney for Trillium Cellular Corp. Moir & Hardman 1828 L Street, N.W., Suite 901 Washington, D.C. 20036-5104

Timothy Fain
Office of Management & Budget
New Executive Office Building
10236 NEOB
725 17th Street, N.W.
Washington, D.C. 20503

Eugene P. Provost
Deputy Attorney General
State of New Jersey
Department of Law and
Public Safety Division of Law
124 Halsey Street
P.O. Box 45029
Newark, NJ 07101

Peggy Arvanitas C/O RE/MAX First Class 621 Bypass Drive Clearwater, FL 33764 Professor Bill Neill, In Pro Per Private Citizen, Professional Engineer P.O. Box 33666 San Diego, CA 92163

Richard-Michelle Eyre REC Networks P.O. Box 2408 Tempe, AZ 82580-2408

Joel H. Cheskis Commonwealth of Pennsylvania Office of Consumer Advocate 555 Walnut Street, 5th Floor, Forum Place Harrisburg, PA 17101

Bob Pinzler, Chair South Bay Cities Council of Governments 5033 Rockvalley road Rancho Palos Verdes, CA 90275

Keith Maydak, <u>pro.se</u> Box 905 Ray Brook, NY 12977

Margaret J. Jose 15008 Sunset Blvd. Pacific Palisades, CA 90272

Gilbert J. Yablon Smart Dialing Systems 21914 Dumetz Road Woodland Hills, CA 91364

Donald L. Dear, Mayor City of Gardena P.O. Box 47003 Gardena, CA 90247

William H. Irving Assistant Corporation Counsel City of Dearborn 13615 Michigan Avenue Dearborn, MI 48126

Steve Jones 1284 48th Avenue San Francisco, CA 94122 Dennis Thro 1226 Trinity Church Road Wrightsville, PA 17368

Howard J. Symons, Esq. Sara F. Seidman, Esq. Amy Bushyeager, Esq. Mintz Levin Cohn Ferris Glovsky And Popeo, P.C. 701 Pennsyl;vania Ave., N.W. Suite 900 Washington, D.C. 20004-2608

Douglas I. Brandon Vice President-External Affairs AT&T 1150 Connecticut Avenue, N.W. Suite 400 Washington, D.C. 20036

Mrs. Lynn Shapiro 5100 Via Dolce #312 Marina del Ray, CA 90292

Leon M. Kestenbaum, Esq. Sprint Corporation 1850 M Street, N.W. Suite 1110 Washington, D.C. 20036

Lourdes Lucas, Esq. Conennial Cellular Corp. Director of Legal Affairs 1305 Campus Parkway Neptune, NJ 07753

Michael A. Sullicvan 15 Spencer Avenue Somerville, MA 02144

Hugh R. Burrows
The Burrows Research Group, Inc.
P.O. Box 5000
Lanark, Ontario
Canada K0G1K0

Paul S. Keller State of New Hampshire Public Utilities Commission 8 Old Suncook Road Concord, NH 03301-7319

Reginald N. Todd Chief Legislative Representative County of Los Angeles 440 First Street, N.W. Suite 440 Washington, D.C. 20001

Greg Lipscomb
Office of Legislative and
Intergovernmental Affairs
Federal Communications Commission
445 12th Street, S.W.
Washington, D.C. 20554

Robert S. Foosaner Lawrence R. Krevor Laura L. Holloway Nextel Communications 2001 Edmund Halley Drive Reston, VA 20191

Richard M. Rindler Ronald W. Del Sesto, Jr. Swidler Berlin Shereff Friedman LLP 3000 K Street, N.W. Suite 300 Washington, D.C. 20007

Leonard J. Kennedy Laura H. Phillips David L. Martin Dow Lohnes & Albertson, PLLC 1200 New Hampshire Ave., N.W. Suite 800 Washington, D.C. 20036

William P. Hunt, III Level 3 Communications, Inc. 1450 Infinite Drive Louisville, CO 80027 Richard R. Anderson 22360 Doxtator Dearborn, MI 48128

Douglas F. Carlson P.O. Box 12574 Berkeley, CA 94712

Lee L. Selwyn Helen Golding Economics and Technology, Inc. One Washington Mall Boston, MA 02108-2617

Richard A. Muscat The Gonzalez Law Firm, P.C. One Westlake Plaza 1705 South Capital of Texas Highway Suite 100 Austin, TX 78746

Gregory J. Doyle Minnesota Department of Public Service 1200 NCL Tower, Suite 1200 445 Minnesota Street St. Paul, MN 55101-2130